

Governor GARY R. HERBERT Lieutenant Governor

State of Utah DEPARTMENT OF NATURAL RESOURCES Division of Oil, Gas & Mining

MICHAEL R. STYLER **Executive Director**

JOHN R. BAZA Division Director

Page 1 of 2

| Notice of Violation No. |
|--|
| CERTIFIED RETURN RECEIPT # |
| To the following Permittee or Operator: |
| Permittee/Operator Name: RED DOME INC. |
| Mine Name: REO OOME Surface Underground Other |
| County: MILLARO State: UTAH Telephone Number: 435-743-6378 Business Address: 730 N. 3900 W. FILLMORE, UTAH 86631 |
| Business Address: 730 N. 3900 W. FILLMORE, JAH 86631 |
| Permit Number: $\frac{m/627/032}{}$ |
| Ownership Category: State BLM USFS Fee Other |
| Date of Inspection: IFBRUARY 22, 2006 Time: // vo \and a.m. \p.m. to \frac{12.00}{2.00} \square a.m. \p.m. |
| Under authority of the Utah Mined Land Reclamation Act, Section 40-8-1 et seq., <i>Utah Code Annotated</i> , 1953, the undersigned authorized representative of the Division of Oil, Gas, and Mining has conducted an inspection of above mine on above date and has found that a Notice of Violation or Cessation Order must be issued with respect to the conditions, practices, or violations listed. In accordance with Section 40-8-9, <i>Utah Code Annotated</i> , you are ordered to cease immediately the operations or activity described and to perform the required actions described within the designated time for abatement. |
| The undersigned representative finds that this order does require cessation of all mining; |
| For this purpose, "mining" means development of, or extraction of a mineral deposit, including transportation within or from the mine site, concentrating, milling, evaporation, or other processing. Mining and/or reclamation operations not directly the subject of this order shall continue while this order is in effect. You are responsible for doing all work in a safe and workmanlike manner |
| This order shall remain in effect until it is modified, terminated or vacated by written notice of an authorized representative of the director of the Division of Oil, Gas, and Mining. |
| Date of service/mailing: FEBR 1929 22, 200 Time of service/mailing //:30 a.m. \ p.m. |
| Permittee or Operator Representative Title |
| REPUSED TO SIGN (LEFT ONSITE) |
| Signature |
| THOMAS MINSON RFC. SPFC. TIL |
| Division of Oil, Gas & Mining Representative Title |
| Mongo Munso |

SEE REVERSE SIDE

Signature

Notice of Violation / Cessation Order NO.

| Violation No of | Page 2 of 2 |
|---|----------------------------------|
| Nature of condition, practice, or violation | |
| ADEQUATE SURETY PRIOR TO | TO PROVINIE |
| ADEQUATE SURETY PRIOR TO | COMMENCING |
| MINING ACTIVITY. | |
| | |
| 4-32 | |
| Provisions of act, regulations, or peimit violated | |
| | |
| R647-4-113 SURETY | |
| | |
| | |
| | |
| | |
| | |
| Permittee/Operator is/has been conducting mining activities without a per Condition, practice, or violation is causing or can reasonably be expected environmental harm to land, air, or water resources Permittee or Operator has failed to abate Violation(s) No | d to cause significant, imminent |
| Mining activity to be ceased immediately | |
| ALL MINING ACTIVITY | |
| | |
| | |
| | |
| Affirmative obligation(s) or required action and abatement time (if applicable PROVIDE ADE QUATE SURETY IN DF \$ 150,0000R COMMENCE RECTIVE SITE WITHIN 45 DAYS. | |
| | |
| ob cc DOGM Operator File O \FORMS\I&E\NOV-CO-06092004 doc | |